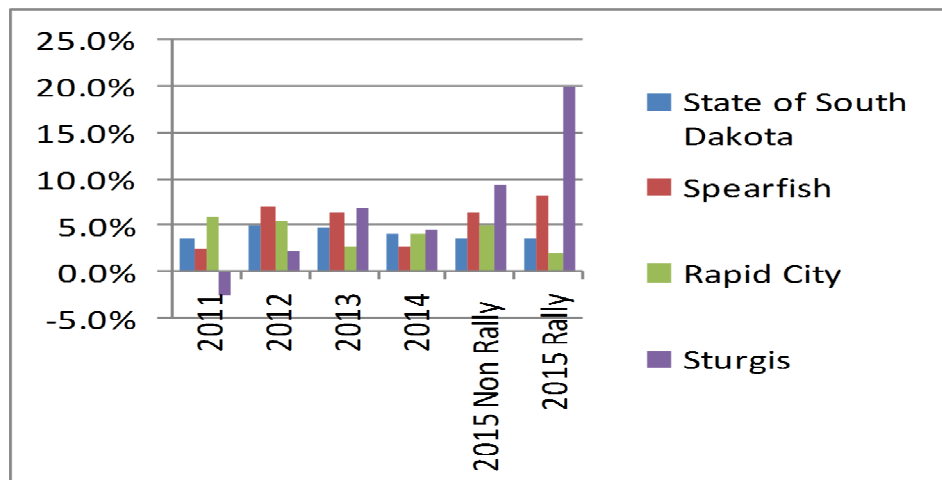


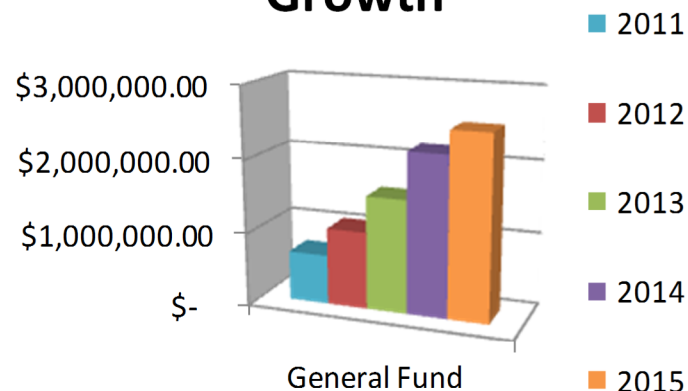


The close of 2015 completed a significant financial upswing in our community. The City is experiencing significant gains in sales tax because you are shopping locally, new businesses are opening, construction is booming, new residents are moving into town and more tourists are coming to our events. These improvements have allowed us to reduce property taxes and increase the City's General Fund savings so that we can respond to emergencies and invest in new equipment and capital improvements in our community.

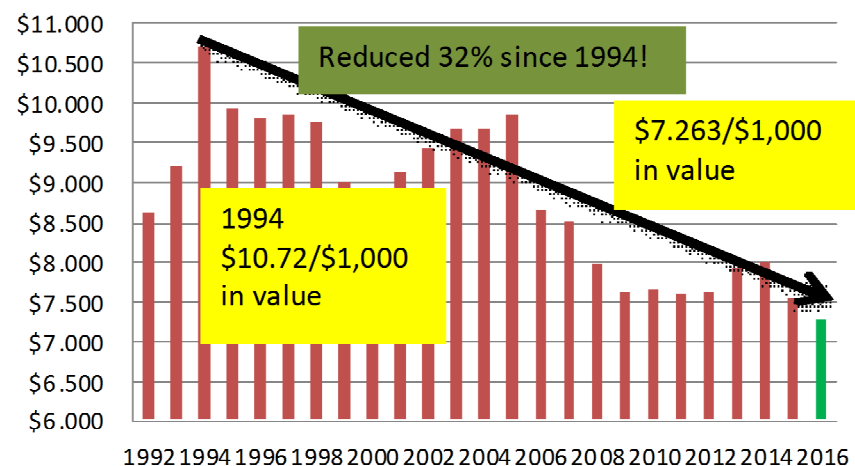
Growth in Taxable Sales



General Fund Equity Growth



History of Sturgis City Mill Levy 2016 will be the lowest in 25 Years!



New Equipment (5 years)

Steel Face Roller	\$ 13,500
2 Vehicles	\$ 55,236
2 New Ambulances	\$ 426,410
3 New Police Cruisers	\$ 91,335
2 New Bucket Trucks	\$ 70,551
New Sanitation Truck	\$ 266,962
2 New Dump Trucks	\$ 25,500
New Loader	\$ 231,537
Skid Steer - Water	\$ 38,020
New Mower	\$ 16,780
Total New Equipment	\$1,235,831

Capital Improvements (5 years)

2011	Accounting Software	\$ 58,575
	Rubble Site Land Expansion	\$ 84,167
	Marshall St Main Replacement	\$ 50,855
	Harmon Street Repairs	\$ 20,714

Capital Improvements continued

2012	IT Server/Fiber Upgrade	\$ 29,317
	Comm. Ctr. HVAC System	\$ 276,404
	Public Works Software	\$ 9,791
	Vanocker Drive	\$ 56,925
2013	Comm. Ctr. Pool Heater	\$ 65,238
	Comm. Ctr. Pool Boiler	\$ 79,226
	South Well Paint/Blasting	\$ 79,280
	Phase 1 and 2 Water Main Repl.	\$3,578,281
	Lazelle Street Water Project	\$2,035,893
2014	Strong Field Concession	\$ 140,936
	Public Works Salt Shed	\$ 48,134
	Ambulance Software	\$ 23,403
	Davenport Sewer Project	\$ 176,534
	Lagoon Pond Repairs	\$ 426,998
2015	Starline Park	\$ 153,828
	Comm. Ctr. & Armory Lighting	\$ 119,111
	Water Mains Spruce/Fulton	\$ 53,363
	Sewer Line Rehab	\$ 32,000
	Recycling Lot Paving	\$ 57,966
	Street Lighting Exit 32	\$ 120,016
	Marcotte Land Purchase	\$ 608,100
	Davenport Water Project	\$ 234,011
	Total Capital Improvements	\$8,619,066